

5/053/005

July 25, 2006

Doug Jensen  
Reclamation Engineer  
Utah Department of Natural Resources  
1594 West North Temple  
PO Box 145801  
Salt Lake City, Utah 84114-5801

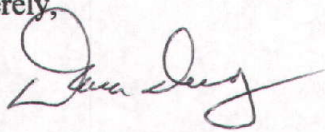
Mr. Jensen:

We received your letter of June 20 (copy attached). The rutting you referred to in the letter was inadvertent and will not happen again.

Regarding mining or exploration activity which would affect the surface (other than mapping or rock chip sampling, for example) any such work will be done only with the proper permitting in place, through your agency.

We will be contacting you regarding permitting in due course.

Sincerely,



Dana Durgin  
Real de Minas de Oro, LLC

RECEIVED

JUL 28 2005

DIV. OF OIL, GAS & MINING





## State of Utah

### Department of Natural Resources

MICHAEL R. STYLER  
*Executive Director*

### Division of Oil, Gas & Mining

JOHN R. BAZA  
*Division Director*

JON M. HUNTSMAN, JR.  
*Governor*

GARY R. HERBERT  
*Lieutenant Governor*

June 20, 2005

Charles W. Reed, Agent  
Real de Mines de Oro, LLC  
3135 Halley Lane  
Washoe Valley, Nevada 89704

Subject: Driving on Reclaimed Areas, Goldstrike Mine, M/053/005, Washington County, Utah

Dear Mr. Reed:

The Division inspected the reclamation at this site recently and noticed some rutted tire tracks between Pad #1 and Pad #2. When we followed the tracks up through this area, we found that they led to some claim posts recently placed by your organization.

This mine site was reclaimed by the state of Utah several years ago and the reclamation at the mine has not yet been released. The impact of your damaging these areas could have an effect on the release of this site from State oversight. Continued damage to these areas could result in Real de Mines de Oro, LLC assuming reclamation liability for areas which they are impacting. Please be advised that any mining or exploration activity within the State will require a permit through our Division.

While we do not argue your right to stake claims on areas within this mine site, we do request that you attempt to reduce the impacts of this claim staking until such time as our oversight of this mine is completed.

Your cooperation in this matter would be appreciated. If you have any questions, please call me at (801) 538-5382.

Sincerely,

*for* Doug Jensen  
Reclamation Engineer

DJ:jb  
Enclosure: Photo  
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The mine has really greened up here is a picture from the corner looking towards the heaps.

